

BOB F. ANDERSON, PE, INC.
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August 5, 2003

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Hosston Zone, Reservoir A
HOSS RA SU 117
Cotton Valley Formation, Reservoir A
CV RA SU 131
Lower Cotton Valley Zone, Reservoir A
LCV RA SU OO
Elm Grove Field, Webster Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **CAMTERRA RESOURCES, INC.**, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston Zone, Reservoir A, Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A, Elm Grove Field, Webster Parish, Louisiana.

FOR THE HOSS RA SU113:

1. To permit the applicant to drill, designate and utilize their Earl Gauthier 29 No. 1 Well as a unit well and their Burnett et al 29 No. 1 Well as an alternate unit well for the production of gas and condensate from the Hosston Zone, Reservoir A, in exception to the spacing provisions of the 361-A Series of Office of Conservation Orders.

FOR THE CV RA SU131:

1. To permit the applicant to drill, designate and utilize their Earl Gauthier 29 No. 1 Well and their Burnett et al 29 No. 1 Well as additional alternate unit wells for the production of gas and condensate from the Cotton Valley Formation, in exception to the spacing provisions of the 361-B Series of Office of Conservation Orders.

FOR THE LCV RA SUOO:

1. To permit the applicant to drill, designate and utilize their Earl Gauthier 29 No. 1 Well as a unit well and their Burnett et al 29 No. 1 Well as an alternate unit well for the production of gas and condensate from the Lower Cotton Valley Formation, Reservoir A, in exception to the spacing provisions of the 361-E Series of Office of Conservation Orders

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FOR HOSS RA SU117, THE CV RA SU131 AND THE LCV RA SU00:

1. To permit the unit operator to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination thereof at the discretion of the unit operator.
2. To find that a unit well and/or alternate unit well(s) are needed on each unit to assist in draining a portion of the unit that cannot be drained by any other well located therein.
3. To permit the applicant, Camterra Resources, Inc., to operate and report separately the production for the proposed Hosston Zone, Reservoir A, unit well and the alternate unit well, the Cotton Valley, Reservoir A, alternate unit wells and the Lower Cotton Valley, Reservoir A, unit well and the alternate unit well.
4. To permit the applicant to down hole combine the production from the Hosston Zone, Reservoir A, the Cotton Valley Formation, Reservoir A and the Lower Cotton Valley Zone, Reservoir A in any well bore located with the units designated HOSS RA SU117, CV RA SU129 and the Lower Cotton Valley Zone, Reservoir A, and to assign the allowable and report production on the lower most defined interval.
5. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Zone, Reservoir A, was defined in the 361-A Series of Office of Conservation Orders, the Cotton Valley Formation, Reservoir A, was defined in the 361-B Series of Office of Conservation Orders and the Lower Cotton Valley Zone, Reservoir A, was defined in Office of Conservation Order No. 361-E, effective July 16, 1996, all in the Elm Grove Field, Bossier, Caddo and Webster Parishes, Louisiana.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

The subject matter of this hearing does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

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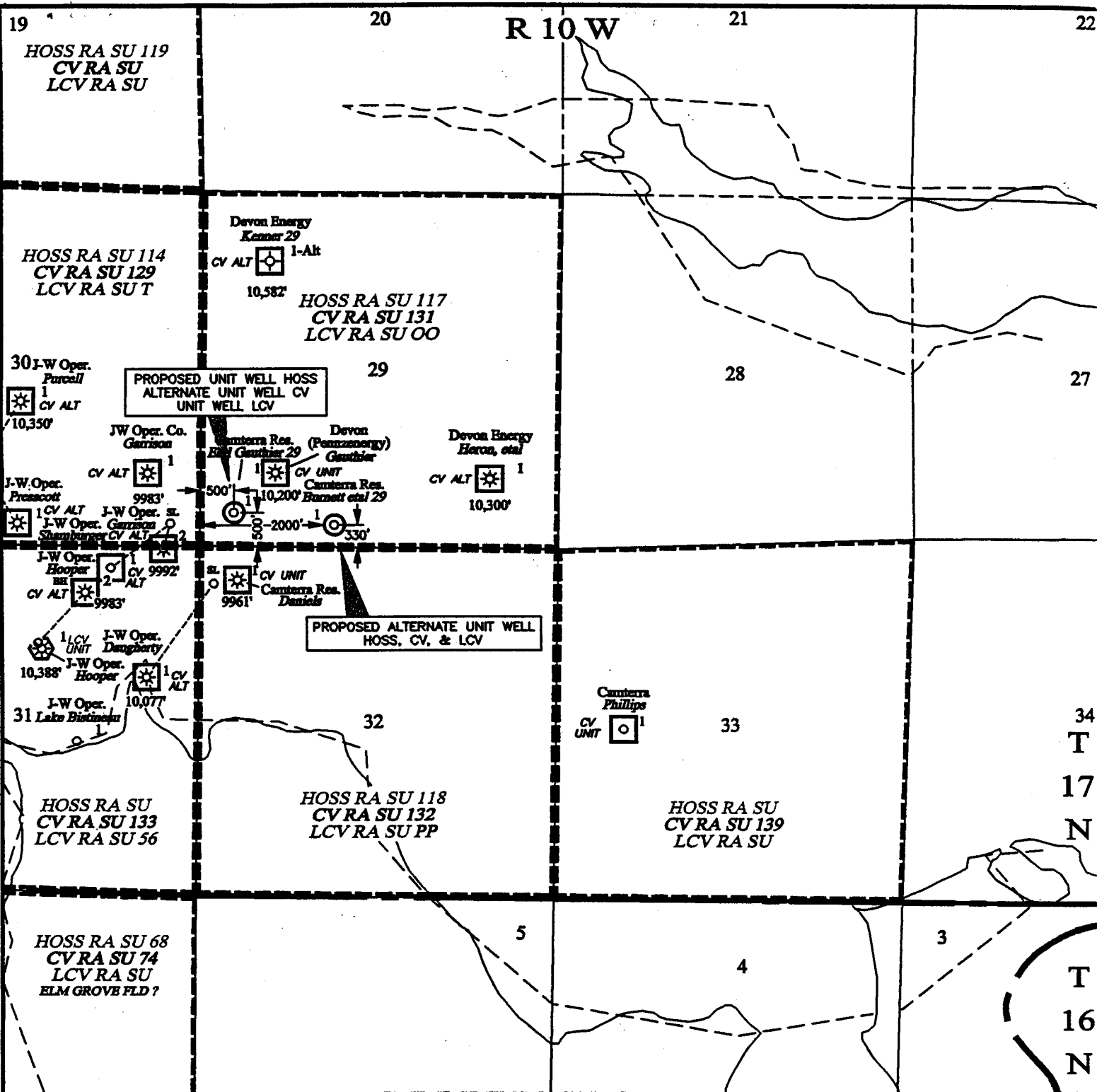
Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

A handwritten signature in black ink, appearing to read "B. F. Anderson", with a long horizontal flourish extending to the right.

B. F. Anderson, PE for
CAMTERRA RESOURCES, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation
Interested Owners, Represented Parties and Interested Parties



CAMTERRA RESOURCES, INC. MARSHALL, TEXAS

ELM GROVE FIELD

WEBSTER PARISH, LOUISIANA

**PROPOSED WELLS
AT EXCEPTIONAL LOCATION FOR
HOSS RA SU 117, CV RA SU 131, & LCV RA SU OO**

----- : EXISTING UNITS

⊙ : PROPOSED LOCATIONS

⊙ : EXISTING HOSSON
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS

⊙ : EXISTING COTTON VALLEY
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS

⊙ : EXISTING LOWER COTTON VALLEY
RESERVOIR A UNIT AND
ALTERNATE UNIT WELLS

